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Amend House File 466 as follows:
          Page 5, by inserting after line 3 the
    3 following:
         <Sec.
                        Section 307.22, subsection 7, Code
   5 2005, is amended to read as follows:
6 7. Annually recalculate the construction and
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   7 maintenance needs of roads under the jurisdiction of
   8 each county to take into account the needs of a road
   9 whose jurisdiction has been transferred from the
  10 department to a county or from a county to the
  11 department during the previous year. Prior to the
  12 fiscal year beginning July 1, 2013, the annual
  13 recalculation shall not include those roads
  14 transferred to a county pursuant to section 306.8A.
15 The recalculation shall be reported by January 1 of
  16 the year following the transfer and shall take effect 17 the following July 1 for the purposes of allocating
1 18 moneys under sections section 312.3 and 312.5.
1 19 Sec. ____. Section 309.10, Code 2005, is amended to
  19 Sec. ___. Se 20 read as follows:
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          309.10 USE OF FARM=TO=MARKET ROAD FUND ACCOUNT.
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          1. Notwithstanding section 310.4, if the board of
  23 supervisors of a county does not plan to utilize its
  24 farm=to=market road <u>fund</u> <u>account</u> allocation for the
  25 succeeding fiscal year for farm=to=market projects,
  26 the board may annually, by stipulation in the
  27 secondary road construction program and secondary road
  28 budget submitted to the department in accordance with
  29 sections 309.22 and 309.93, determine an amount of the
  30 unobligated portion of its allocation, up to a maximum
  31 of fifty percent of its anticipated total annual
  32 allocation, for the construction and reconstruction of
  33 local secondary roads. However, moneys from the farm= 34 to=market road fund account shall not be so used if
  35 the moneys are needed to match federal funds available
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  36 for farm=to=market road projects.
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        2. A county shall not use farm=to=market road
  38 funds account moneys as described in this section
  39 unless the total funds that the county transferred or
  40 provided during the prior fiscal year pursuant to
  41 section 331.429, subsection 1, paragraphs "a", "b"
  42 "d", and "e", are at least seventy=five percent of the
  43 sum of the following:
  44 1. a. From the general fund of the county, the 45 dollar equivalent of a tax of sixteen and seven=
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  46 eighths cents per thousand dollars of assessed value
  47 on all taxable property in the county.
  48 2. b. From the rural services fund of the county, 49 the dollar equivalent of a tax of three dollars and
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  50 three=eighths of a cent per thousand dollars of
   1 assessed value on all taxable property not located
   2 within the corporate limits of a city in the county.
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   3 Sec. ___. Se
4 read as follows:
                    . Section 310.3, Code 2005, is amended to
         310.3 FUNDS FARM=TO=MARKET ROAD ACCOUNT OF
    6 SECONDARY ROAD FUND.
         There is hereby created a fund As provided in
   8 section 312.2, the treasurer of state shall maintain a
2 9 separate account in the secondary road fund which
2 10 shall be known as the farm=to=market road fund account
2 11 which shall be made up as follows of the following:
       1. All federal aid secondary road funds received
2 13 by the state.
          2. All road use tax funds by law credited to the
2 15 farm=to=market road <del>fund</del> <u>account</u>.
  16 3. All other funds which may, under the provisions 17 of this chapter or any other law, be credited or
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2 18 appropriated for the use of the farm=to=market road
2 19 <del>fund</del> <u>account</u>.
  20 Sec. ___. Se 21 read as follows:
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                      Section 310.4, Code 2005, is amended to
       310.4 USE OF FUND ACCOUNT.
2 22
  23 <u>Said The farm=to=market road fund account</u> is hereby 24 appropriated for and shall be used in the
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25 establishment, construction, reconstruction, or 26 improvement of the farm=to=market road system, 27 including the drainage, grading, surfacing, 28 resurfacing, construction of bridges and culverts, the 29 elimination, protection, or improvement of railroad 30 crossings, the acquiring of additional right of way 31 and all other expenses incurred in the construction, 32 reconstruction, or improvement of said the farm=to= 33 market road system under this chapter. Sec. Section 310.6, Code 2005, is amended to 34 35 read as $\overline{\text{follows}}$: 310.6 ACCOUNTS BY DEPARTMENT. 37 The department shall keep accounts subaccounts in 38 relation to the farm=to=market road fund account and 39 each county's allotment thereof of the account, 40 crediting each fund subaccount with all amounts by law 41 creditable thereto to the subaccount, and charging 42 each with all duly and finally approved vouchers for 43 claims properly chargeable thereto to the subaccount. 44 Sec. ___. Se 45 read as follows: Section 310.8, Code 2005, is amended to 44 310.8 QUARTERLY STATEMENT TO COUNTY ENGINEER. 46 47 The department shall, quarterly, advise each county 48 engineer of the condition of said the county's 49 allotment of the farm=to=market road fund account 50 Said The statement shall show the balance in said the 1 county's allotment at the beginning of said the 2 period, the amount or amounts allotted to said the 3 county during said the period, the amount disbursed 4 from said the county's allotment during said the 5 period, and the balance in said the county's allotment 6 at the end of the said period. Said The statement 7 shall also show the estimated outstanding obligations 8 against the $\frac{1}{1}$ county's allotment at the date of 9 said the statement. 10 Sec. ___. Se 11 read as follows: Section 310.16, Code 2005, is amended to CLAIMS CHARGED TO COUNTY ALLOTMENT. 310.16 All claims for improving farm=to=market roads 3 14 hereunder shall be paid from the farm=to=market road 15 account of the secondary road fund and charged to the 16 allotment of said fund the account for the county in 3 17 which said the project is located. Section 310.20, Code 2005, is amended to Sec. 18 19 read as follows: 20 310.20 SUPERVISORS RESOLUTION TO STATE TREASURER. 21 Any county may, in any year, by resolution of its 22 board of supervisors, make available for improvement 23 or construction of farm=to=market roads within the 24 county any portion of its allotment of road use tax 25 funds. Upon certification of such a resolution, the 26 state treasurer shall place in the county's allotment 27 of the farm=to=market road account of the secondary 28 road fund the amount authorized by such the 29 resolution. 30 Section 310.27, Code 2005, is amended to Sec. 31 read as $\overline{\text{follows}}$: 310.27 PERIOD OF ALLOCATION == REVERSION == 33 TEMPORARY TRANSFERS. 34 1. The portion of the farm=to=market road account the secondary road fund allotted to any county as 36 provided in this chapter shall remain available for 3 37 expenditure in $\frac{1}{1}$ said $\frac{1}{1}$ county for three years after 38 the close of the fiscal year during which said sums 3 39 respectively were the portion was allocated. Any sum 3 40 portion remaining unexpended at the end of the period 3 41 during which it is available for expenditure, shall be 3 42 reapportioned among all the counties as provided in 43 section 312.5 for original allocations. $\underline{2.}$ For the purposes of this section, any $\underline{\text{sums}}$ 3 45 portions of the farm=to=market road account of the 46 secondary road fund allotted to any county shall be 3 47 presumed to have been "expended" expended when a 3 48 contract has been awarded obligating the sums 49 portions. When projects and their estimated costs, 50 which are proposed to be funded from the farm=to= 1 market road <u>fund account</u>, are submitted to the 2 department for approval, the department shall estimate 3 the total funding necessary and the period during 4 which claims for the projects will be filed. After 5 anticipating the funding necessary for approved

6 projects, the department may temporarily allocate 7 additional moneys from the farm-to-market road fund 8 account for use in any other farm=to=market projects. 9 However, a county shall not be temporarily allocated 10 funds for projects in excess of the county's 11 anticipated farm=to=market road fund account 12 allocation for the current fiscal year plus the four 13 succeeding fiscal years. 3. If in the judgment of the department the 15 anticipated claims against the primary road fund for 16 any month are in excess of moneys available, a 17 temporary transfer for highway construction costs may 18 be made from the farm=to=market road fund account to 19 the primary road fund providing there will remain in 20 the transferring fund farm=to=market road account a 21 sufficient balance to meet the anticipated 22 obligations. All transfers shall be repaid from the 23 primary road fund to the farm=to=market road fund 24 account within sixty days from the date of the 25 transfer. A transfer shall be made only with the 26 approval of the director of management and shall 27 comply with the director of management's rules 28 relating to the transfer of funds. Similar transfers 29 may be made by the department from the primary road 30 fund to the farm=to=market road fund account and these 31 transfers shall be subject to the same terms and 32 conditions that transfers from the farm=to=market road 33 fund account to the primary road fund are subject.
34 Sec. ____. Section 310.28, Code 2005, is amended to 34 Sec. $\underline{}$. Se 35 read as follows: 310.28 ENGINEERING AND OTHER EXPENSE. <u>1.</u> Engineering, inspection, and administration 38 expense expenses in connection with any farm-to-market 39 road project may be paid from said the county's 40 allotment of the farm=to=market road account of secondary road fund. Any such expense incurred by the 4 42 department may in the first instance be advanced out 4 43 of the primary road fund, said the amounts later being 4 44 reimbursed to said funds the primary road fund out of 4 45 the farm=to=market road fund account. 2. Provided, that no No part of the salary or 47 expense of the county engineer, any member of the 48 county board of supervisors, any member of the 49 department, the chief engineer, or any department head 50 or district engineer of the department shall be paid 1 out of the farm=to=market road fund account. Sec. $\underline{}$. Se read as follows: 5 Section 310.34, Code 2005, is amended to 5 310.34 SECONDARY ROAD RESEARCH FUND. 5 5 Notwithstanding any provision of law to the 5 6 contrary, the department is hereby authorized to may set aside each year not to exceed one and one=half 8 percent of the receipts in the farm=to=market road 9 fund account of the secondary road fund in a fund to 10 be known as the secondary road research fund.
11 Sec. ____. Section 312.2, unnumbered paragraph 1, 5 12 Code 2005, is amended to read as follows: 13 The treasurer of the state shall, on the first day 14 of each month, credit all road use tax funds which 15 have been received by the treasurer, to the primary 16 road fund, the secondary road fund of the counties, 17 the farm-to-market road fund, and the street 18 construction fund of the cities in the following 19 manner and amounts: 20 Sec. ____. Section 312.2, subsections 1 21 Code 2005, are amended to read as follows: Section 312.2, subsections 1 through 4, 5 2.2 1. To the primary road fund, forty=seven and one= 23 half fifty percent. To the secondary road fund of the counties, 5 25 twenty=four and one=half twenty=five percent. The <u> 26 treasurer shall maintain a separate farm=to=market</u> 27 road account in the secondary road fund for deposit of 28 moneys to be used for farm=to=market roads. 3. To the farm=to=market road fund, eight percent. $\frac{4}{1}$. To the street construction fund of the 31 cities, twenty twenty=five percent. Section 312.2, subsection 8, unnumbered 33 paragraph 2, Code 2005, is amended to read as follows: Funds remaining in the secondary road fund of the 35 counties due to a reduction of allocations to counties 36 for failure to maintain a minimum local tax effort

5 37 shall be reallocated to counties that are not reduced 5 38 under this subsection pursuant to the allocation 5 39 provisions of section 312.3, subsection 1, based upon 40 the needs and area of the county. Information 5 41 necessary to make allocations under this subsection 5 42 shall be provided by the state department of 5 43 transportation or the director of the department of 5 44 management upon request by the treasurer of state. 5 45 Sec. ____. Section 312.2, subsection 10, Code 2005, 46 is amended to read as follows: 47 10. The treasurer of state, before making the 48 other allotments provided for in this section, shall 49 credit annually to the primary road fund from the road 50 use tax fund the sum of four million four hundred 1 thousand dollars and to the farm=to=market road 2 account of the secondary road fund from the road use 6 3 tax fund the sum of one million five hundred thousand 4 dollars for partial compensation of allowing trucks to 5 operate on the roads of this state as provided in 6 section 321.463. Section 312.3, subsection 1, Code 2005 Sec. 8 is amended by striking the subsection and inserting in 6 6 9 lieu thereof the following: 6 10 1. Apportion among the counties of the state, in 11 the ratio which the population of each county, as 12 shown by the latest available federal census, bears to 13 the total population of all counties in the state, the 14 percentage of the road use tax fund which is credited 15 to the secondary road fund of the counties. A county 16 may have one special federal census taken each decade, 17 and the population figure thus obtained shall be used 18 in apportioning amounts under this subsection 19 beginning the calendar year following the year in 6 20 which the special census is certified by the secretary 21 of state. 22 Sec. ___. Se 23 read as follows: 6 Section 312.3C, Code 2005, is amended to 6 312.3C SECONDARY ROAD FUND DISTRIBUTION ADVISORY 25 COMMITTEE. 26 A secondary road fund distribution advisory 27 committee is established to consider methodologies for 6 28 distribution of moneys in the secondary road fund and 29 farm=to=market road fund. The committee shall be 6 30 comprised of representatives appointed by the 6 31 president of the Iowa county engineers association, 6 32 the president of the Iowa county supervisors 33 association, and the department. The committee shall 34 recommend to the general assembly, for the general 35 assembly's consideration and adoption, one or more 36 alternative methodologies for distribution of moneys 6 37 in the secondary road fund and the farm-to-market road 38 fund. 6 39 Sec. Section 312.4, subsections 2 and 4, Code 6 40 2005, are amended to read as follows: 2. The amount of the road use tax fund which that 6 42 the treasurer has credited to (a) the following: a. The primary road fund, (b) the. 6 43 6 44 The secondary road fund of the counties, (c) 45 the farm-to-market road fund, and (d) the. 6 c. The street construction fund of the cities.
4. The amount of federal aid secondary road funds 6 48 which the treasurer has received from the federal 6 49 government and credited to the farm=to=market road 50 account of the secondary road fund. 1 Sec. $\underline{}$. Sec 2 read as follows: Section 314.3, Code 2005, is amended to 314.3 CLAIMS == APPROVAL AND PAYMENT. 1. All claims for construction, reconstruction, 5 improvement, repair, or maintenance on any highway 6 shall be itemized on voucher forms prepared for that 7 purpose, certified to by the claimants and by the 8 engineer in charge, and then forwarded to the agency 9 in control of that highway for final audit and 10 approval. Claims payable from the farm=to=market road 11 account of the secondary road fund shall be approved 12 by both the board of supervisors and the department. 13 Upon approval by the department of vouchers which are 14 payable from the farm=to=market road fund account, or 15 from the primary road fund, as the case may be, such 16 vouchers shall be forwarded to the director of the 7 17 department of administrative services, who shall draw

7 18 warrants therefor for the vouchers and said the 19 warrants shall be paid by the treasurer of the state 7 20 from the farm=to=market road fund account or from the 21 primary road fund, as the case may be.

2. If the engineer makes such certificate or a 23 member of the agency approves such claim when said the 24 work has not been done in accordance with the plans 25 and specifications, and said the work be not promptly 26 made good without additional cost, the engineer or 27 member shall be liable on the person's bond for the 28 amount of such claim.

29 Sec. ____. Section 331.401, subsection 1, 30 b, Code 2005, is amended to read as follows: Section 331.401, subsection 1, paragraph

b. Establish budgets for the farm=to=market road 32 account of the secondary road fund and the secondary 33 road fund in accordance with sections 309.10 and 34 309.93 to 309.97.

35 Sec. ___. Secti 36 to read as follows: Section 331.429, Code 2005, is amended

331.429 SECONDARY ROAD FUND.

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- 1. Except as otherwise provided by state law, 39 county revenues for secondary and farm=to=market road 40 services shall be credited to the secondary road fund, 41 including the following:
- Transfers from the general fund not to exceed 43 in any year the dollar equivalent of a tax of sixteen 44 and seven=eighths cents per thousand dollars of 45 assessed value on all taxable property in the county 46 multiplied by the ratio of current taxes actually 47 collected and apportioned for the general basic levy 48 to the total general basic levy for the current year, 49 and an amount equivalent to the moneys derived by the 50 general fund from military service tax credits under 1 chapter 426A, manufactured or mobile home taxes under 2 section 435.22, and delinquent taxes for prior years 3 collected and apportioned to the general basic fund in 4 the current year, multiplied by the ratio of sixteen 5 and seven=eighths cents to three dollars and fifty 6 cents.
- b. Transfers from the rural services fund not to 8 exceed in any year the dollar equivalent of a tax of 9 three dollars and three=eighths cents per thousand 10 dollars of assessed value on all taxable property not 11 located within the corporate limits of a city in the 12 county multiplied by the ratio of current taxes 13 actually collected and apportioned for the rural 14 services basic levy to the total rural services basic 15 levy for the current year and an amount equivalent to 16 the moneys derived by the rural services fund from 17 military service tax credits under chapter 426A, 18 manufactured or mobile home taxes under section 19 435.22, and delinquent taxes for prior years collected 20 and apportioned to the rural services basic fund in 21 the current year, multiplied by the ratio of three 22 dollars and three=eighths cents to three dollars and 23 ninety=five cents.
- c. Moneys allotted to the county from the state 25 road use tax fund.
- d. Moneys provided by individuals from their own 27 contributions for the improvement of any secondary or <u>28 farm=to=market</u> road.
- Other moneys dedicated to this fund by law 8 30 including but not limited to <u>funds so dedicated</u> pursuant to sections 306.15, 309.52, 311.23, 311.29, 32 and 313.28.
 - f. All federal aid secondary road funds received by the state.
- The board may make appropriations from the 8 36 secondary road fund and from the farm=to=market road 37 account within the fund for the following secondary 38 road services:
- Construction and reconstruction of secondary 8 40 and farm=to=market roads and costs incident to the 8 41 construction and reconstruction.
- 42 b. Maintenance and repair of secondary <u>and farm=</u> to=market roads and costs incident to the maintenance 8 44 and repair.
- c. Payment of all or part of the cost of 8 45 8 46 construction and maintenance of bridges in cities 8 47 having a population of eight thousand or less and all 8 48 or part of the cost of construction of roads which are

8 49 located within cities of less than four hundred 50 population and which lead to state parks. d. Special drainage assessments levied on account 2 of benefits to secondary or farm=to=market roads. e. Payment of interest and principal on bonds of 4 the county issued for secondary or farm=to=market 9 5 roads, bridges, or culverts constructed by the county.
6 f. A legal obligation in connection with secondary 9 7 and farm=to=market roads and bridges, which obligation 9 8 is required by law to be taken over and assumed by the 9 county. 10 g. Secondary and farm=to=market road equipment, 9 11 materials, and supplies, and garages or sheds for 12 their storage, repair, and servicing. h. Assignment or designation of names or numbers 14 to roads in the county and erection, construction, or 15 maintenance of guideposts or signs at intersections of 16 roads in the county. 9 17 i. The services provided under sections 306.15, 9 18 309.18, 309.52, 311.7, 311.23, 313A.23, 316.14, 9 19 468.43, 468.108, 468.341, and 468.342, chapter 310, or 9 20 other state law relating to secondary or farm=to= <u>21 market</u> roads. __. Sections 310.7 and 312.5, Code 2005, are 9 22 Sec. 9 23 repealed. 24 TRANSITION PROVISIONS. The treasurer of Sec. 25 state and the state department of transportation shall 26 cooperate to coordinate any transitional procedures 27 required for allocation of road use tax funds as 28 provided in this Act.> 29 <u>#2.</u> Title page, line 5, by inserting after the 30 word <fund> the following: <, and modifying 31 allocations and apportionments of road use tax funds>. 32 <u>#3.</u> By renumbering as necessary. 33 9 34 9 35 9 36 HOGG of Linn 37 9 38

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